

Farmers Home Administration

Washington D.C. 20250

> FmHA AN No. 2213 (1951) January 16, 1991

Proper Handling of Farmer Programs Borrowers Who SUBJECT:

are Sent Attachments 3 and 4 to Exhibit A of FmHA

Instruction 1951-S

TO: State Directors, District Directors and

County Supervisors

## PURPOSE/INTENDED OUTCOME:

The purpose of this Administrative Notice (AN) is to clarify the appropriate actions to be taken when Attachments 1, 3, and 4 to Exhibit A of FmHA Instruction 1951-S were sent prior to November 28, 1990, and used to notify Farmer Programs (FP) borrowers of primary and preservation loan servicing, who were in nonmonetary default. The intended outcome is to clarify that Attachments 9 and 10 to Exhibit A of FmHA Instruction 1951-S are not used in connection with Attachments 3 and 4 of Exhibit A of FmHA Instruction 1951-S.

## COMPARISON WITH PREVIOUS AN:

This AN replaces AN No. 2164 (1951) which had a typographical error. The regulation citation in the last sentence under the section "IMPLEMENTATION RESPONSIBILITIES" should have been 1951.907(h)(2).

## IMPLEMENTATION RESPONSIBILITIES:

Section 1951.907(g) of FmHA Instruction 1951-S describes the initial notification procedures for borrowers who are in nonmonetary default. When a borrower was sent Attachments 1, 3, and 4 to Exhibit A of FmHA Instruction 1951-S prior to November 28, 1990, and fails to return Attachment 4 within the 45-day timeframe, the County Supervisor must proceed with liquidation as set forth in Section 1951.907(g) of FmHA Instruction 1951-S subject to any appeal rights. Attachments 9 and 10 to Exhibit A of FmHA Instruction 1951-S will not be sent to borrowers who fail to return Attachment 4. Section 1951.907(h)(2) states that only those borrowers who were sent Attachments 1 and 2 and failed to respond will be sent Attachments 9 and 10 to Exhibit A of FmHA Instruction 1951-S.

LA VERNE AUSMAN Administrator

EXPIRATION DATE: September 30, 1991

Filing Instructions Preceding FmHA Enstruction 1951-S



Sent by Time Delay Option to States at 9:00 a.m. on 2/491; to Districts at 11:00p.m. on 2/4/91; and Counties at 1:00 p.m. on 2/4/91 by ASD.